Listing of Claims:

- 1.-8. (Canceled)
- (Currently Amended) A method for producing human Tr1-like regulatory cells which comprises:
- (i) activating CD4⁺CD25⁺T cells by subjecting unactivated CD4⁺ CD25⁺T cells to an activation stimulus consisting of: (a) plate-bound anti-CD3 and soluble anti-CD28 antibodies; or (b) mature dendritic cells;
- (ii) anergizing CD4* CD25. T cells by contacting the CD4* CD25. T cells ex vivo with an anergic state inducing agent consisting of said activated CD4* CD25* T cells to yield human Tr1-like regulatory cells.
 - 10. (Canceled)
- (Previously Presented) The method of claim 9, wherein said contacting comprises coculturing the CD4* CD25* T cells with the CD4* CD25* T cells.
 - 12.-28. (Canceled)
- 29. (Previously Presented) The method of claim 9, wherein said Tr1-like regulatory cells produce IL-10.

30. (Previously Presented) The method of claim 29, wherein said Tr1-like regulatory cells suppress the proliferation of syngeneic CD4+ T cells.

31.- 38. (Canceled)